GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA

UNSTARRED QUESTION NO:5312
ANSWERED ON:14.05.2007
REVIVAL OF IDPL
Patel Shri Kishanbhai Vestabhai;Singh Shri Sugrib

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether Board for Reconstruction of Public Sector Enterprises (BRPSE) has recommended Rs.3760 crores for revival of Indian Drugs and Pharmaceuticals Limited (IDPL);

(b) if so, the details thereof;

(c) whether the Govt. has agreed to waive Rs.2600 crores of the company`s liability;

(d) if so, the details thereof;

(e) the details of total loss suffered by IDPL during 2006-07; and

(f) the names of the units of IDPL identified for revival?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS & MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAiRS(SHRI B.K, HANDIQUE)

(a)to(d) Board for Reconstruction of Public Sector Enterprises (BRPSE) has recommended revival of Indian Drugs & Pharmaceuticals Limited (IDPL). The recommendation of BRPSE inter-alia involves cash assistance of Rs. 361 crores in the form of interest bearing bridge loan and non-cash assistance of Rs.2BQ1.76 crores in the form of waiver of loan/interest/guarantee fee subject to IDPL achieving projected physical and financial targets.
The recommendations of BRPSE are being placed before Cabinet Committee on Economic Affairs (CCEA) for decision.

(e) IDPL has since reported that it is likely to achieve operating profit of Rs.1 crore during 2006-07. The figure is subject to audit.

(f) All the units of IDPL i.e. Rishikesh, Hyderabad, Gurgaon, IDPL (TN) and Bihar Drugs & Organic Chemicals Ltd., Muzaffarpur are proposed to be revived.